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April 5, 2016

John Villarreal
Jenny Hicks
Stephanie Jones
Economic Development and Analysis Division
Texas Comptroller of Public Accounts
111 E. 17th St.
Austin, TX 78774

Via Email and Federal Express

Re: 313 Application – Scandia Wind, L.L.C.

Dear John, Jenny and Stephanie:

Enclosed please find an application for appraised value limitation on qualified property submitted to Friona ISD by Scandia Wind, L.L.C., on March 24, 2016, along with the Applicant's request to treat certain materials as "CONFIDENTIAL" and the schedules in Excel format. The confidential material has been separated from the application (by tab in the notebook and a separate PDF in electronic form). A CD containing these documents is also enclosed.

The Friona ISD Board elected to accept the application on March 24, 2016. The application was determined to be complete on April 5, 2016. We ask that the Comptroller's Office prepare the economic impact report for this development.

A copy of the application will also be submitted to the Parmer County Appraisal District in accordance with 34 Tex. Admin. Code §9.1054. Please feel free to contact me if you have any questions or concerns.

Sincerely,

A handwritten signature in black ink that reads "Audie Sciumbato". The signature is written in a cursive, flowing style.

Audie Sciumbato, PhD

Encl.

LOQCSAFO0DB138

cc: Chief Appraiser, Parmer County Appraisal District
Blas Ortiz, Popp Hutcheson, PLLC

TAB 01

SCANDIA WIND LLC

CHAPTER 313
APPLICATION FOR APPRAISED
VALUE LIMITATION ON QUALIFIED PROPERTY

FRIONA INDEPENDENT SCHOOL DISTRICT



Application for Appraised Value Limitation on Qualified Property (Tax Code, Chapter 313, Subchapter B or C)

Economic Development
and Analysis
Form 50-296-A

INSTRUCTIONS: This application must be completed and filed with the school district. In order for an application to be processed, the governing body (school board) must elect to consider an application, but — by Comptroller rule — the school board may elect to consider the application only after the school district has received a completed application. Texas Tax Code, Section 313.025 requires that any completed application and any supplemental materials received by the school district must be forwarded within seven days to the Comptroller of Public Accounts.

If the school board elects to consider the application, the school district must:

- notify the Comptroller that the school board has elected to consider the application. This notice must include:
 - the date on which the school district received the application;
 - the date the school district determined that the application was complete;
 - the date the school board decided to consider the application; and
 - a request that the Comptroller prepare an economic impact analysis of the application;
- provide a copy of the notice to the appraisal district;
- must complete the sections of the application reserved for the school district and provide information required in the Comptroller rules located at 34 Texas Administrative Code (TAC) Section 9.1054; and
- forward the original hard copy of the completed application to the Comptroller in a three-ring binder with tabs, as indicated on page 9 of this application, separating each section of the documents, in addition to an electronic copy on CD. See 34 TAC Chapter 9, Subchapter F.

The governing body may, at its discretion, allow the applicant to supplement or amend the application after the filing date, subject to the restrictions in 34 TAC Chapter 9, Subchapter F.

When the Comptroller receives the notice and required information from the school district, the Comptroller will publish all submitted application materials on its website. The Comptroller is authorized to treat some application information as confidential and withhold it from publication on the Internet. To do so, however, the information must be segregated and comply with the other requirements set out in the Comptroller rules. For more information, see guidelines on Comptroller's website.

The Comptroller will independently determine whether the application has been completed according to the Comptroller's rules (34 TAC Chapter 9, Subchapter F). If the Comptroller finds the application is not complete, the Comptroller will request additional materials from the school district. Pursuant to 9.1053(a)(1)(C), requested information shall be provided within 20 days of the date of the request. When the Comptroller determines that the application is complete, it will send the school district a notice indicating so. The Comptroller will determine the eligibility of the project, issue a certificate for a limitation on appraised value to the school board regarding the application and prepare an economic impact evaluation by the 90th day after the Comptroller receives a complete application—as determined by the Comptroller.

The school board must approve or disapprove the application not later than the 150th day after the application review start date (the date the application is finally determined to be complete), unless an extension is granted. The Comptroller and school district are authorized to request additional information from the applicant that is reasonably necessary to issue a certificate, complete the economic impact evaluation or consider the application at any time during the application review period.

Please visit the Comptroller's website to find out more about the program at www.texasahead.org/tax_programs/chapter313/. There are links to the Chapter 313 statute, rules, guidelines and forms. Information about minimum limitation values for particular districts and wage standards may also be found at that site.

SECTION 1: School District Information

1. Authorized School District Representative

Date Application Received by District

First Name

Last Name

Title

School District Name

Street Address

Mailing Address

City

State

ZIP

Phone Number

Fax Number

Mobile Number (optional)

Email Address

2. Does the district authorize the consultant to provide and obtain information related to this application? Yes No

SECTION 1: School District Information (continued)

3. Authorized School District Consultant (If Applicable)

First Name _____ Last Name _____

Title _____

Firm Name _____

Phone Number _____ Fax Number _____

Mobile Number (optional) _____ Email Address _____

4. On what date did the district determine this application complete?

5. Has the district determined that the electronic copy and hard copy are identical? Yes No

SECTION 2: Applicant Information

1. Authorized Company Representative (Applicant)

First Name _____ Last Name _____

Title _____ Organization _____

Street Address _____

Mailing Address _____

City _____ State _____ ZIP _____

Phone Number _____ Fax Number _____

Mobile Number (optional) _____ Business Email Address _____

2. Will a company official other than the authorized company representative be responsible for responding to future information requests? Yes No

2a. If yes, please fill out contact information for that person.

First Name _____ Last Name _____

Title _____ Organization _____

Street Address _____

Mailing Address _____

City _____ State _____ ZIP _____

Phone Number _____ Fax Number _____

Mobile Number (optional) _____ Business Email Address _____

3. Does the applicant authorize the consultant to provide and obtain information related to this application? Yes No

SECTION 2: Applicant Information (continued)

4. Authorized Company Consultant (If Applicable)

First Name _____ Last Name _____

Title _____

Firm Name _____

Phone Number _____ Fax Number _____

Business Email Address _____

SECTION 3: Fees and Payments

1. Has an application fee been paid to the school district? Yes No

The total fee shall be paid at time of the application is submitted to the school district. Any fees not accompanying the original application shall be considered supplemental payments.

1a. If yes, attach in **Tab 2** proof of application fee paid to the school district.

For the purpose of questions 2 and 3, "payments to the school district" include any and all payments or transfers of things of value made to the school district or to any person or persons in any form if such payment or transfer of thing of value being provided is in recognition of, anticipation of, or consideration for the agreement for limitation on appraised value.

2. Will any "payments to the school district" that you may make in order to receive a property tax value limitation agreement result in payments that are not in compliance with Tax Code §313.027(i)? Yes No N/A

3. If "payments to the school district" will only be determined by a formula or methodology without a specific amount being specified, could such method result in "payments to the school district" that are not in compliance with Tax Code §313.027(i)? Yes No N/A

SECTION 4: Business Applicant Information

1. What is the legal name of the applicant under which this application is made? _____

2. List the Texas Taxpayer I.D. number of entity subject to Tax Code, Chapter 171 (11 digits) _____

3. List the NAICS code _____

4. Is the applicant a party to any other pending or active Chapter 313 agreements? Yes No

4a. If yes, please list application number, name of school district and year of agreement

SECTION 5: Applicant Business Structure

1. Identify Business Organization of Applicant (corporation, limited liability corporation, etc) _____

2. Is applicant a combined group, or comprised of members of a combined group, as defined by Tax Code §171.0001(7)? Yes No

2a. If yes, attach in **Tab 3** a copy of Texas Comptroller Franchise Tax Form No. 05-165, No. 05-166, or any other documentation from the Franchise Tax Division to demonstrate the applicant's combined group membership and contact information.

3. Is the applicant current on all tax payments due to the State of Texas? Yes No

4. Are all applicant members of the combined group current on all tax payments due to the State of Texas? Yes No N/A

5. If the answer to question 3 or 4 is no, please explain and/or disclose any history of default, delinquencies and/or any material litigation, including litigation involving the State of Texas. (If necessary, attach explanation in **Tab 3**)

SECTION 6: Eligibility Under Tax Code Chapter 313.024

1. Are you an entity subject to the tax under Tax Code, Chapter 171? Yes No
2. The property will be used for one of the following activities:
 - (1) manufacturing Yes No
 - (2) research and development Yes No
 - (3) a clean coal project, as defined by Section 5.001, Water Code Yes No
 - (4) an advanced clean energy project, as defined by Section 382.003, Health and Safety Code Yes No
 - (5) renewable energy electric generation Yes No
 - (6) electric power generation using integrated gasification combined cycle technology Yes No
 - (7) nuclear electric power generation Yes No
 - (8) a computer center that is used as an integral part or as a necessary auxiliary part for the activity conducted by applicant in one or more activities described by Subdivisions (1) through (7) Yes No
 - (9) a Texas Priority Project, as defined by 313.024(e)(7) and TAC 9.1051 Yes No
3. Are you requesting that any of the land be classified as qualified investment? Yes No
4. Will any of the proposed qualified investment be leased under a capitalized lease? Yes No
5. Will any of the proposed qualified investment be leased under an operating lease? Yes No
6. Are you including property that is owned by a person other than the applicant? Yes No
7. Will any property be pooled or proposed to be pooled with property owned by the applicant in determining the amount of your qualified investment? Yes No

SECTION 7: Project Description

1. In **Tab 4**, attach a detailed description of the scope of the proposed project, including, at a minimum, the type and planned use of real and tangible personal property, the nature of the business, a timeline for property construction or installation, and any other relevant information.
2. Check the project characteristics that apply to the proposed project:

<input checked="" type="checkbox"/> Land has no existing improvements	<input type="checkbox"/> Land has existing improvements (<i>complete Section 13</i>)
<input type="checkbox"/> Expansion of existing operation on the land (<i>complete Section 13</i>)	<input type="checkbox"/> Relocation within Texas

SECTION 8: Limitation as Determining Factor

1. Does the applicant currently own the land on which the proposed project will occur? Yes No
2. Has the applicant entered into any agreements, contracts or letters of intent related to the proposed project? Yes No
3. Does the applicant have current business activities at the location where the proposed project will occur? Yes No
4. Has the applicant made public statements in SEC filings or other documents regarding its intentions regarding the proposed project location? Yes No
5. Has the applicant received any local or state permits for activities on the proposed project site? Yes No
6. Has the applicant received commitments for state or local incentives for activities at the proposed project site? Yes No
7. Is the applicant evaluating other locations not in Texas for the proposed project? Yes No
8. Has the applicant provided capital investment or return on investment information for the proposed project in comparison with other alternative investment opportunities? Yes No
9. Has the applicant provided information related to the applicant's inputs, transportation and markets for the proposed project? Yes No
10. Are you submitting information to assist in the determination as to whether the limitation on appraised value is a determining factor in the applicant's decision to invest capital and construct the project in Texas? Yes No

Chapter 313.026(e) states "the applicant may submit information to the Comptroller that would provide a basis for an affirmative determination under Subsection (c)(2)." If you answered "yes" to any of the questions in Section 8, attach supporting information in Tab 5.

Application for Appraised Value Limitation on Qualified Property

SECTION 9: Projected Timeline

1. Application approval by school board
 2. Commencement of construction
 3. Beginning of qualifying time period
 4. First year of limitation
 5. Begin hiring new employees
 6. Commencement of commercial operations
 7. Do you propose to construct a new building or to erect or affix a new improvement after your application review start date *(date your application is finally determined to be complete)*? Yes No
- Note:** Improvements made before that time may not be considered qualified property.
8. When do you anticipate the new buildings or improvements will be placed in service?

SECTION 10: The Property

1. Identify county or counties in which the proposed project will be located
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property
3. Will this CAD be acting on behalf of another CAD to appraise this property? Yes No
4. List all taxing entities that have jurisdiction for the property, the portion of project within each entity and tax rates for each entity:

County:	City:
<small>(Name, tax rate and percent of project)</small>	<small>(Name, tax rate and percent of project)</small>
Hospital District:	Water District:
<small>(Name, tax rate and percent of project)</small>	<small>(Name, tax rate and percent of project)</small>
Other (describe):	Other (describe):
<small>(Name, tax rate and percent of project)</small>	<small>(Name, tax rate and percent of project)</small>
5. Is the project located entirely within the ISD listed in Section 1? Yes No
 - 5a. If no, attach in **Tab 6** additional information on the project scope and size to assist in the economic analysis.
6. Did you receive a determination from the Texas Economic Development and Tourism Office that this proposed project and at least one other project seeking a limitation agreement constitute a single unified project (SUP), as allowed in §313.024(d-2)? Yes No
 - 6a. If yes, attach in **Tab 6** supporting documentation from the Office of the Governor.

SECTION 11: Investment

NOTE: The minimum amount of qualified investment required to qualify for an appraised value limitation and the minimum amount of appraised value limitation vary depending on whether the school district is classified as Subchapter B or Subchapter C, and the taxable value of the property within the school district. For assistance in determining estimates of these minimums, access the Comptroller's website at www.texasahead.org/tax_programs/chapter313/.

1. At the time of application, what is the estimated minimum qualified investment required for this school district?
 2. What is the amount of appraised value limitation for which you are applying?
- Note:** The property value limitation amount is based on property values available at the time of application and may change prior to the execution of any final agreement.
3. Does the qualified investment meet the requirements of Tax Code §313.021(1)? Yes No
 4. Attach a description of the qualified investment [See §313.021(1).] The description must include:
 - a. a specific and detailed description of the qualified investment you propose to make on the property for which you are requesting an appraised value limitation as defined by Tax Code §313.021 (**Tab 7**);
 - b. a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your minimum qualified investment (**Tab 7**); and
 - c. a detailed map of the qualified investment showing location of tangible personal property to be placed in service during the qualifying time period and buildings to be constructed during the qualifying time period, with vicinity map (**Tab 11**).
 5. Do you intend to make at least the minimum qualified investment required by Tax Code §313.023 (or §313.053 for Subchapter C school districts) for the relevant school district category during the qualifying time period? Yes No

SECTION 12: Qualified Property

1. Attach a detailed description of the qualified property. [See §313.021(2)] (If qualified investment describes qualified property exactly, you may skip items a, b and c below.) The description must include:
 - 1a. a specific and detailed description of the qualified property for which you are requesting an appraised value limitation as defined by Tax Code §313.021 (Tab 8);
 - 1b. a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your qualified property (Tab 8); and
 - 1c. a map of the qualified property showing location of new buildings or new improvements with vicinity map (Tab 11).
2. Is the land upon which the new buildings or new improvements will be built part of the qualified property described by §313.021(2)(A)? Yes No
 - 2a. If yes, attach complete documentation including:
 - a. legal description of the land (Tab 9);
 - b. each existing appraisal parcel number of the land on which the new improvements will be constructed, regardless of whether or not all of the land described in the current parcel will become qualified property (Tab 9);
 - c. owner (Tab 9);
 - d. the current taxable value of the land. Attach estimate if land is part of larger parcel (Tab 9); and
 - e. a detailed map showing the location of the land with vicinity map (Tab 11).
3. Is the land on which you propose new construction or new improvements currently located in an area designated as a reinvestment zone under Tax Code Chapter 311 or 312 or as an enterprise zone under Government Code Chapter 2303? Yes No
 - 3a. If yes, attach the applicable supporting documentation:
 - a. evidence that the area qualifies as a enterprise zone as defined by the Governor's Office (Tab 16);
 - b. legal description of reinvestment zone (Tab 16);
 - c. order, resolution or ordinance establishing the reinvestment zone (Tab 16);
 - d. guidelines and criteria for creating the zone (Tab 16); and
 - e. a map of the reinvestment zone or enterprise zone boundaries with vicinity map (Tab 11)
 - 3b. If no, submit detailed description of proposed reinvestment zone or enterprise zone with a map indicating the boundaries of the zone on which you propose new construction or new improvements to the Comptroller's office within 30 days of the application date. What is the anticipated date on which you will submit final proof of a reinvestment zone or enterprise zone?

SECTION 13: Information on Property Not Eligible to Become Qualified Property

1. In Tab 10, attach a specific and detailed description of all **existing property**. This includes buildings and improvements existing as of the application review start date (the date the application is determined to be complete by the Comptroller). The description must provide sufficient detail to locate all existing property on the land that will be subject to the agreement and distinguish existing property from future proposed property.
2. In Tab 10, attach a specific and detailed description of all **proposed new property that will not become new improvements** as defined by TAC 9.1051. This includes proposed property that: functionally replaces existing or demolished/removed property; is used to maintain, refurbish, renovate, modify or upgrade existing property; or is affixed to existing property; or is otherwise ineligible to become qualified property. The description must provide sufficient detail to distinguish existing property (question 1) and all proposed new property that cannot become qualified property from proposed qualified property that will be subject to the agreement (as described in Section 12 of this application).
3. For the property not eligible to become qualified property listed in response to questions 1 and 2 of this section, provide the following supporting information in Tab 10:
 - a. maps and/or detailed site plan;
 - b. surveys;
 - c. appraisal district values and parcel numbers;
 - d. inventory lists;
 - e. existing and proposed property lists;
 - f. model and serial numbers of existing property; or
 - g. other information of sufficient detail and description.
4. Total estimated market value of existing property (that property described in response to question 1): \$ _____
5. In Tab 10, include an appraisal value by the CAD of all the buildings and improvements existing as of a date within 15 days of the date the application is received by the school district.
6. Total estimated market value of proposed property not eligible to become qualified property (that property described in response to question 2): \$ _____

Note: Investment for the property listed in question 2 may count towards qualified investment in Column C of Schedules A-1 and A-2, if it meets the requirements of 313.021(1). Such property cannot become qualified property on Schedule B.

SECTION 14: Wage and Employment Information

1. What is the estimated number of permanent jobs (more than 1,600 hours a year), with the applicant or a contractor of the applicant, on the proposed qualified property during the last complete quarter before the application review start date (date your application is finally determined to be complete)?

2. What is the last complete calendar quarter before application review start date:
 First Quarter Second Quarter Third Quarter Fourth Quarter of _____
 (year)

3. What were the number of permanent jobs (more than 1,600 hours a year) this applicant had in Texas during the most recent quarter reported to the Texas Workforce Commission (TWC)?

Note: For job definitions see TAC §9.1051 and Tax Code §313.021(3).

4. What is the number of new qualifying jobs you are committing to create?

5. What is the number of new non-qualifying jobs you are estimating you will create?

6. Do you intend to request that the governing body waive the minimum new qualifying job creation requirement, as provided under Tax Code §313.025(f-1)? Yes No

6a. If yes, attach evidence in **Tab 12** documenting that the new qualifying job creation requirement above exceeds the number of employees necessary for the operation, according to industry standards.

7. Attach in **Tab 13** the four most recent quarters of data for each wage calculation below, including documentation from the TWC website. The final actual statutory minimum annual wage requirement for the applicant for each qualifying job — which may differ slightly from this estimate — will be based on information from the four quarterly periods for which data were available at the time of the application review start date (date of a completed application). See TAC §9.1051(21) and (22).

a. Average weekly wage for all jobs (all industries) in the county is

b. 110% of the average weekly wage for manufacturing jobs in the county is

c. 110% of the average weekly wage for manufacturing jobs in the region is

8. Which Tax Code section are you using to estimate the qualifying job wage standard required for this project? §313.021(5)(A) or §313.021(5)(B)

9. What is the minimum required annual wage for each qualifying job based on the qualified property?

10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property?

11. Will the qualifying jobs meet all minimum requirements set out in Tax Code §313.021(3)? Yes No

12. Do you intend to satisfy the minimum qualifying job requirement through a determination of cumulative economic benefits to the state as provided by §313.021(3)(F)? Yes No

12a. If yes, attach in **Tab 12** supporting documentation from the TWC, pursuant to §313.021(3)(F).

13. Do you intend to rely on the project being part of a single unified project, as allowed in §313.024(d-2), in meeting the qualifying job requirements? Yes No

13a. If yes, attach in **Tab 6** supporting documentation including a list of qualifying jobs in the other school district(s).

SECTION 15: Economic Impact

1. Complete and attach Schedules A1, A2, B, C, and D in **Tab 14**. Note: Excel spreadsheet versions of schedules are available for download and printing at URL listed below.

2. Attach an Economic Impact Analysis, if supplied by other than the Comptroller's Office, in **Tab 15**. (*not required*)

3. If there are any other payments made in the state or economic information that you believe should be included in the economic analysis, attach a separate schedule showing the amount for each year affected, including an explanation, in **Tab 15**.

APPLICATION TAB ORDER FOR REQUESTED ATTACHMENTS

TAB	ATTACHMENT
1	Pages 1 through 11 of Application
2	Proof of Payment of Application Fee
3	Documentation of Combined Group membership under Texas Tax Code 171.0001(7), history of tax default, delinquencies and/or material litigation <i>(if applicable)</i>
4	Detailed description of the project
5	Documentation to assist in determining if limitation is a determining factor
6	Description of how project is located in more than one district, including list of percentage in each district and, if determined to be a single unified project, documentation from the Office of the Governor <i>(if applicable)</i>
7	Description of Qualified Investment
8	Description of Qualified Property
9	Description of Land
10	Description of all property not eligible to become qualified property <i>(if applicable)</i>
11	<p>Maps that clearly show:</p> <ul style="list-style-type: none"> a) Project vicinity b) Qualified investment including location of tangible personal property to be placed in service during the qualifying time period and buildings to be constructed during the qualifying time period c) Qualified property including location of new buildings or new improvements d) Existing property e) Land location within vicinity map f) Reinvestment or Enterprise Zone within vicinity map, showing the actual or proposed boundaries and size <p>Note: Electronic maps should be high resolution files. Include map legends/markers.</p>
12	Request for Waiver of Job Creation Requirement and supporting information <i>(if applicable)</i>
13	Calculation of three possible wage requirements with TWC documentation
14	Schedules A1, A2, B, C and D completed and signed Economic Impact <i>(if applicable)</i>
15	Economic Impact Analysis, other payments made in the state or other economic information <i>(if applicable)</i>
16	<p>Description of Reinvestment or Enterprise Zone, including:</p> <ul style="list-style-type: none"> a) evidence that the area qualifies as a enterprise zone as defined by the Governor's Office b) legal description of reinvestment zone* c) order, resolution or ordinance establishing the reinvestment zone* d) guidelines and criteria for creating the zone* <p>* To be submitted with application or before date of final application approval by school board</p>
17	Signature and Certification page, signed and dated by Authorized School District Representative and Authorized Company Representative <i>(applicant)</i>

TAB 02

Proof of Payment of Application Fee

Proof of payment of filing fee received by the
Comptroller of Public Accounts per TAC Rule
§9.1054 (b)(5)

*(Page Inserted by Office of Texas Comptroller of
Public Accounts)*

TAB 03

Combined Group membership documentation

-Not Applicable-

TAB 04

Project Description

TAB 04, PROJECT DESCRIPTION:

This proposed project provides for the design and construction of a wind energy facility, and all associated infrastructure, with a total rated production capacity of 600 megawatts (MW) located within Parmer County Reinvestment Zone No. 2016-01. The total estimated Qualified Investment for this project is \$750 million dollars, with an estimated \$337,500,000 to be allocated within Friona Independent School District. The remaining investment will be located within neighboring Bovina Independent School District. Please see **Tab 06** for additional details.

If approved, the overall project may be executed in two phases and estimated to commence construction on or about Q3 2016 with completion on or about Q1 2018.

Site Information:

If approved, the proposed wind energy facility would be constructed in what is described as vacant, rural farm land located exclusively within Parmer County, Texas. The legal description of the Land within Parmer County Reinvestment Zone No. 2016-01 can be found in **Tab 16**.

Proposed Improvements:

Potential project-related improvements for which this value limitation is sought include, but are not limited to, the following: wind turbines (rotor blades, nacelles, gearboxes, generators, power cables, and towers) transformers, brake systems, lighting and other electrical infrastructure, and inverters.

Additional support infrastructure related to the project should include: structural foundations, roads and crane pads, underground collection systems for cables, concrete and gravel foundations, transmission lines, a substation, and an operations and maintenance building. All qualified property and investment would reside within a contiguous reinvestment zone within the school district boundaries.

Items For Which Value Limitation Is Requested:

The Applicant requests that a value limitation be approved for all items mentioned above under Proposed Improvements, as well as any additional qualified project-related items.

TAB 05

Limitation as a determining factor

TAB 05, LIMITATION AS A DETERMINING FACTOR:

Scandia Wind LLC (Scandia) is comprised of wind energy firms and partnerships with over 80 years of combined experience in developing and implementing large-scale renewable energy projects around the globe. In Texas alone, Scandia has coordinated and developed over 600 megawatts (MW) of wind energy production capacity. These unique attributes allow flexibility and ample opportunity to invest in a variety of competing regions, including potential development in nearby New Mexico.

Currently, this project is in its early development stages, and the decision to invest capital is still on-going. Therefore, the opportunity to consider capital investment for alternative locations is still available.

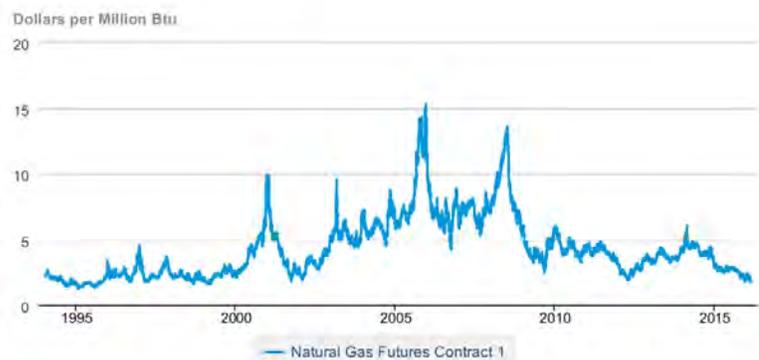
Tax incentives play a fundamental role in the development of a wind energy project of this magnitude. The value limitation incentive, in particular, is considered a vital component of the overall viability and marketability of the project. The critical project economics are due in part to:

- The continued decline of gas prices and its effect on the price of electricity (see Chart below)
- Limited grid access in the Texas Panhandle; and
- Additional costs associated with construction additional transmission lines to Hereford, TX

In light of these obstacles, the value limitation incentive plays a significant function in the decision to invest capital for this project as it is considered essential in the overall economic analysis.

Currently, Scandia is pursuing local and state regulatory permits and tax abatement agreements.

Natural Gas Futures Contract 1



 Source: U.S. Energy Information Administration

TAB 06

Description of Project located in more than one District

TAB 06, DESCRIPTION OF PROJECT LOCATED IN MORE THAN ONE DISTRICT:

The proposed wind energy project, if approved, will be located within the Parmer County Reinvestment Zone No. 2016-01. The current objective entails constructing the project in two phases, “Phase A” and “Phase B”:

- ◆ Phase A will be located south of US Highway 60 within the designated reinvestment zone and contain approximately 22.5% of the total project.
- ◆ Phase B will be located north of US Highway 60 within the designated reinvestment zone and contain approximately 22.5% of the total project.

Approximately forty-five percent (45%) of the total proposed project will be located within the boundaries of Friona Independent School District. The remaining fifty-five percent (55%) of the project will be located within the boundaries of Bovina Independent School District.

TAB 07

Description of Qualified Investment

TAB 07, DESCRIPTION OF QUALIFIED INVESTMENT:

This proposed project provides for the design and construction of a wind energy facility, and all associated infrastructure, with a total rated production capacity of 600 megawatts (MW) located within Parmer County Reinvestment Zone No. 2016-01. The total estimated investment for this project is \$750 million dollars, with an estimated \$337,500,000 to be allocated within Friona Independent School District. The remaining investment will be located within neighboring Bovina Independent School District.

If approved, the proposed wind facility would be constructed in what is described as vacant, rural farm land located exclusively within Parmer County, Texas. The legal description of the Land within Parmer County Reinvestment Zone No. 2016-01 can be found in **Tab 16**.

Potential, new project-related improvements for which this value limitation is sought include, but are not limited to, the following:

- wind turbines (rotor blades, nacelles, gearboxes generators, power cables, and towers)
- transformers
- brake systems
- lighting and other electrical infrastructure
- inverters

Additional support infrastructure related to the project should include:

- structural foundations
- roads and crane pads
- underground collection systems for cables
- concrete and gravel foundations
- transmission lines
- one Substation
- one Operations and Maintenance Building

TAB 08

Description of Qualified Property

TAB 08, DESCRIPTION OF QUALIFIED PROPERTY:

This proposed project provides for the design and construction of a wind energy facility, and all associated infrastructure, with a total rated production capacity of 600 megawatts (MW) located within Parmer County Reinvestment Zone No. 2016-01. The total estimated investment for this project is \$750 million dollars, with an estimated \$337,500,000 to be allocated within Friona Independent School District. The remaining investment will be located within neighboring Bovina Independent School District.

If approved, the proposed wind facility would be constructed in what is described as vacant, rural farm land located exclusively within Parmer County, Texas. The legal description of the Land within Parmer County Reinvestment Zone No. 2016-01 can be found in **Tab 16**.

Potential, new project-related improvements for which this value limitation is sought include, but are not limited to, the following:

- wind turbines (rotor blades, nacelles, gearboxes generators, power cables, and towers)
- transformers
- brake systems
- lighting and other electrical infrastructure
- inverters

Additional support infrastructure related to the project should include:

- structural foundations
- roads and crane pads
- underground collection systems for cables
- concrete and gravel foundations
- transmission lines
- one Substation
- one Operations and Maintenance Building

TAB 09

Description of Land

TAB 09, DESCRIPTION OF LAND:

The land properties associated with the proposed project are described as vacant, rural farm land located within Parmer County, Texas, Friona Independent School District, and the contiguous Parmer County Reinvestment Zone No. 2016-01. The legal descriptions of the land can be found in **Tab 16**. Currently, there are no existing project-related or applicant-owned improvements on the designated land.

TAB 10

Description of any Existing Improvements

-Not Applicable-

TAB 11

Maps

TAB 11, MAPS:

- 11.a. 1. Proposed project vicinity map
2. Proposed project vicinity map (zoom)

- 11.b. 1. Qualified Investment (“Phase A” proposed wind facility turbine footprint)
****CONFIDENTIAL****
2. Qualified Investment (“Phase B” proposed wind facility turbine footprint)
****CONFIDENTIAL****

- 11.c. Qualified Property (same as 11.b.1.)
Qualified Property (same as 11.b.2.)

- 11.d. Existing property (not applicable)

- 11.e. Land location within vicinity map

- 11.f. 1. Reinvestment zone within vicinity map
2. Location of proposed project area within ISD boundary

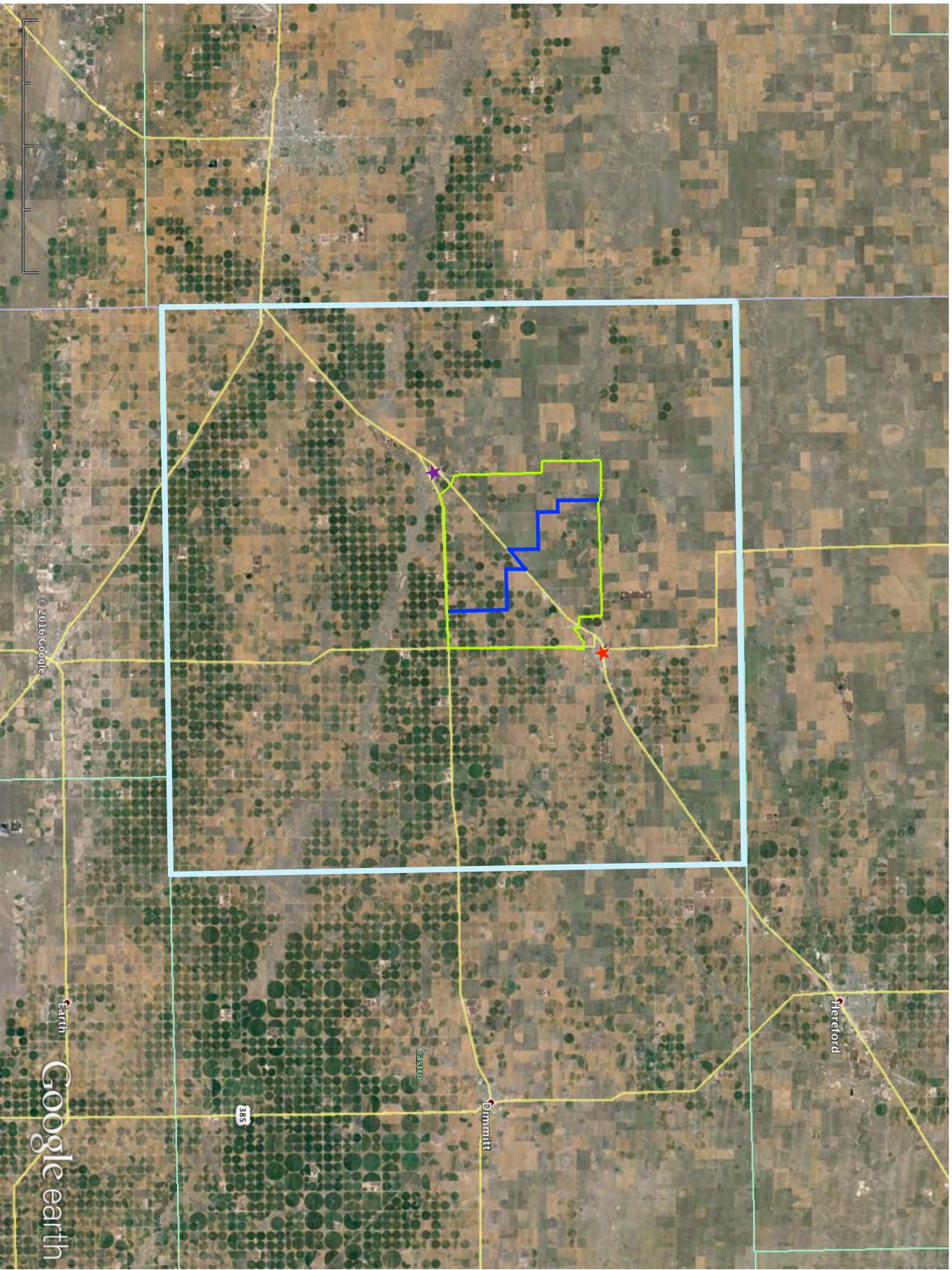
Confidentiality Request

In accordance with 34 TAC 9.1053 please accept this as a request for the following items to be deemed confidential and segregated from the remaining value limitation application materials. These items will be submitted separately to protect against unintended disclosure:

Tab 11.b.1. *Qualified Investment and Property project layout*

Tab 11.b.2. *Qualified Investment and Property project layout*

These items depict trade secret information of a specific and proprietary nature that could potentially expose the proposed project to detrimental and unwarranted observation from industry competitors. Therefore, pursuant to Texas Government Code 552.110, we formally request that the aforementioned items be considered confidential, removed and submitted separately from the remaining value limitation application materials.

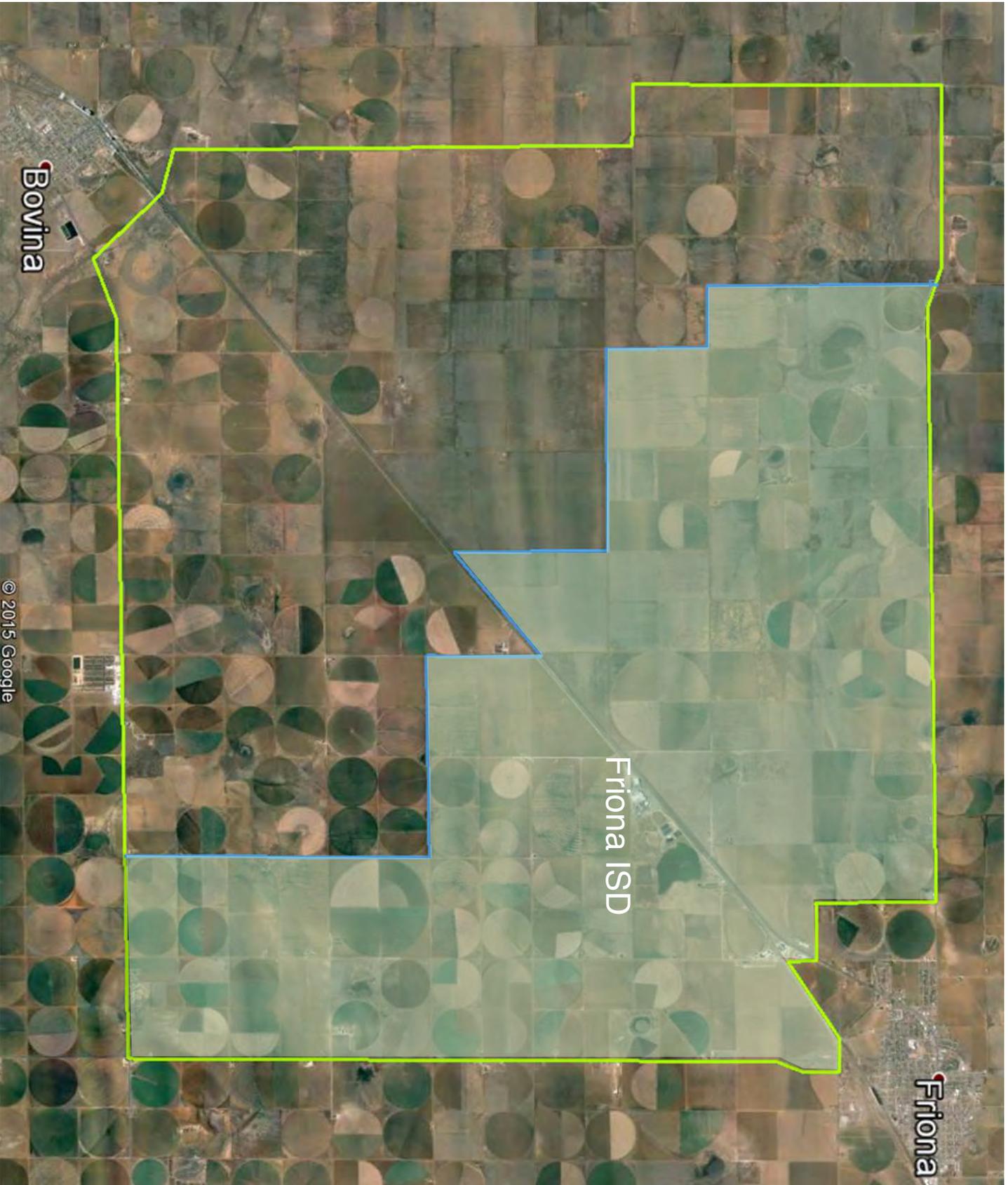


MAP 11-a.1.

- ★ City of Friona, TX
- ★ City of Bovina, TX

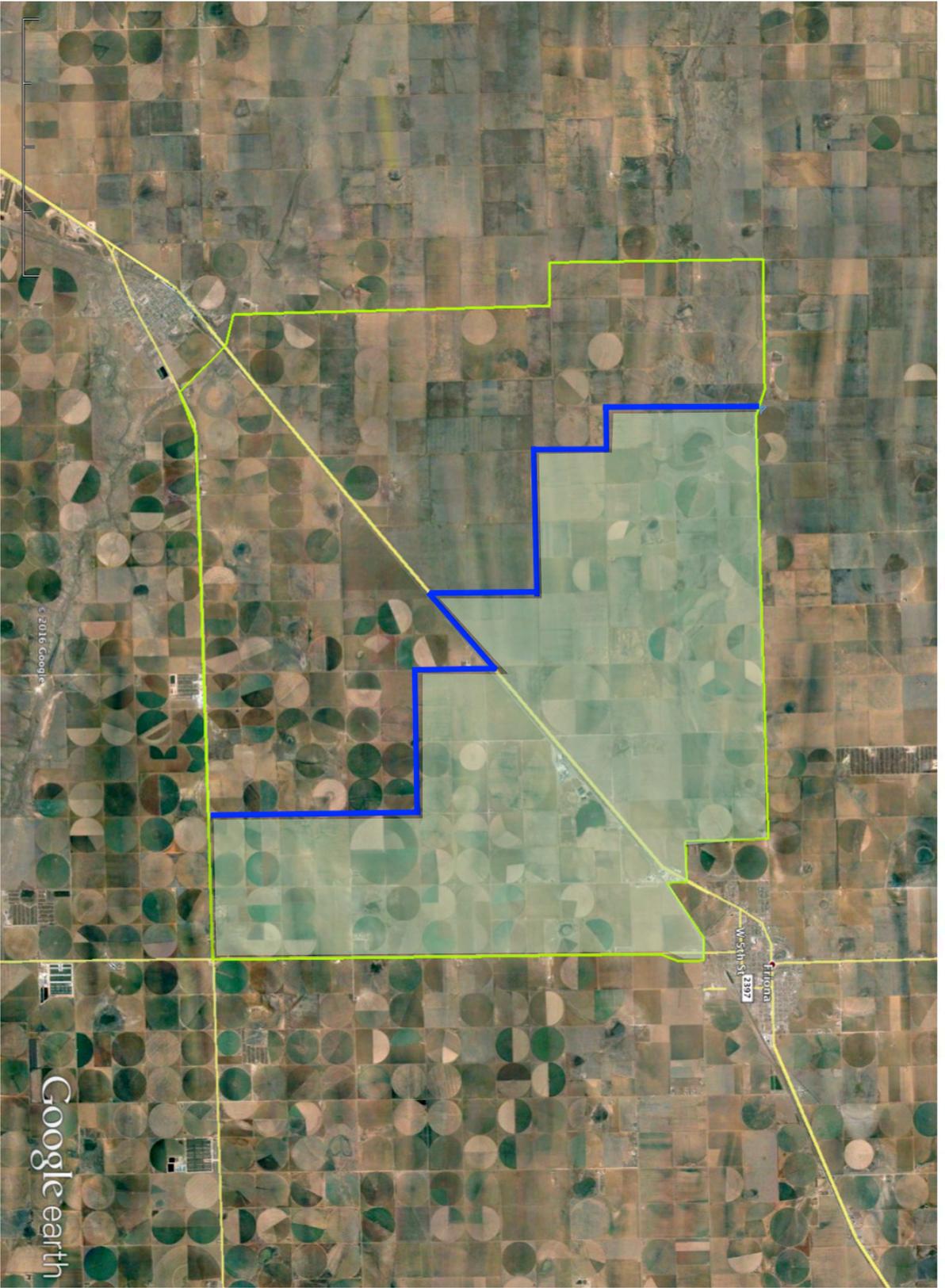
- Parmer County, Texas Boundary
- Reinvestment Zone Boundary
- School District Boundary





MAP 11-a.2.

Project Area Location



MAP 11-e.



Land Location

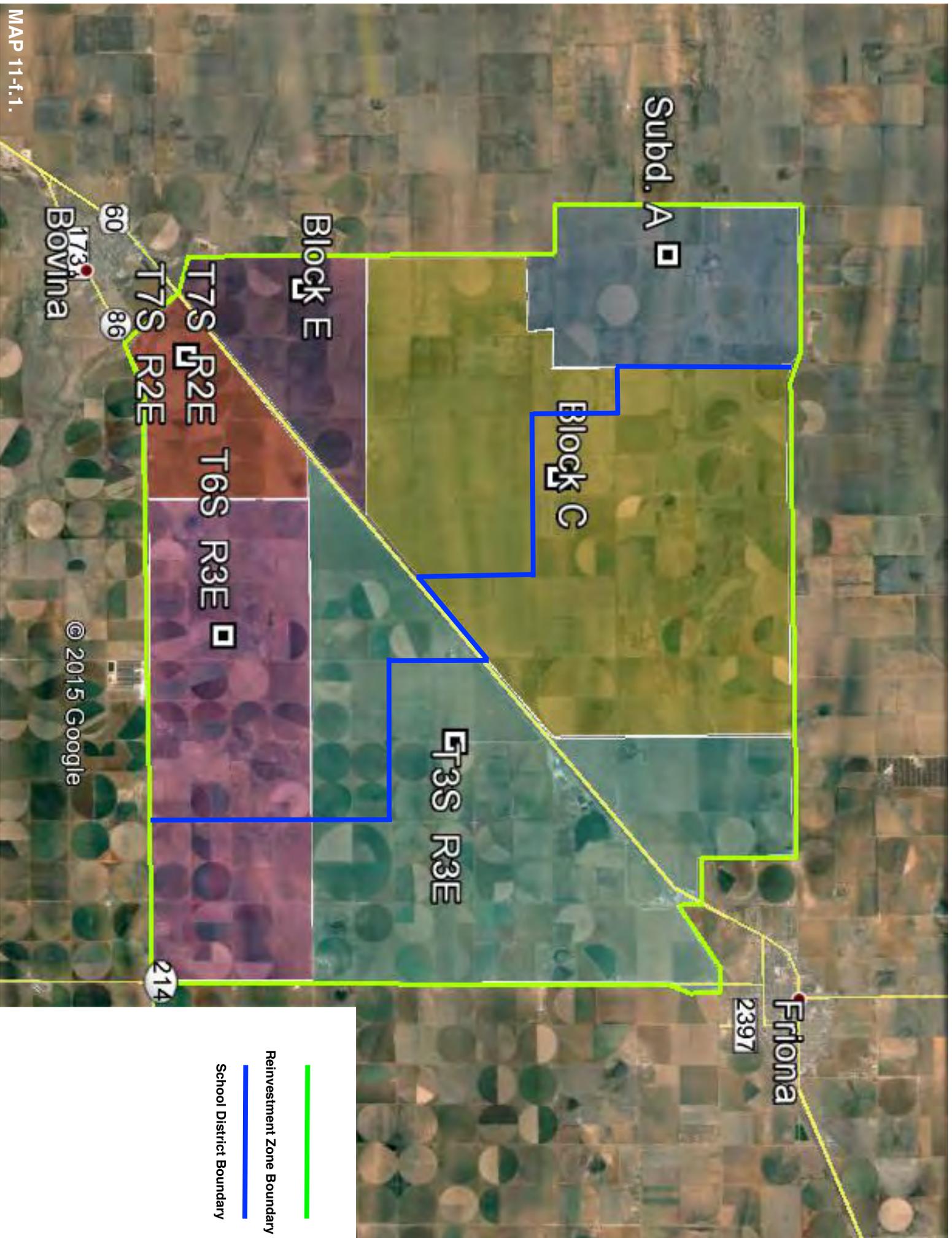


Reinvestment Zone Boundary



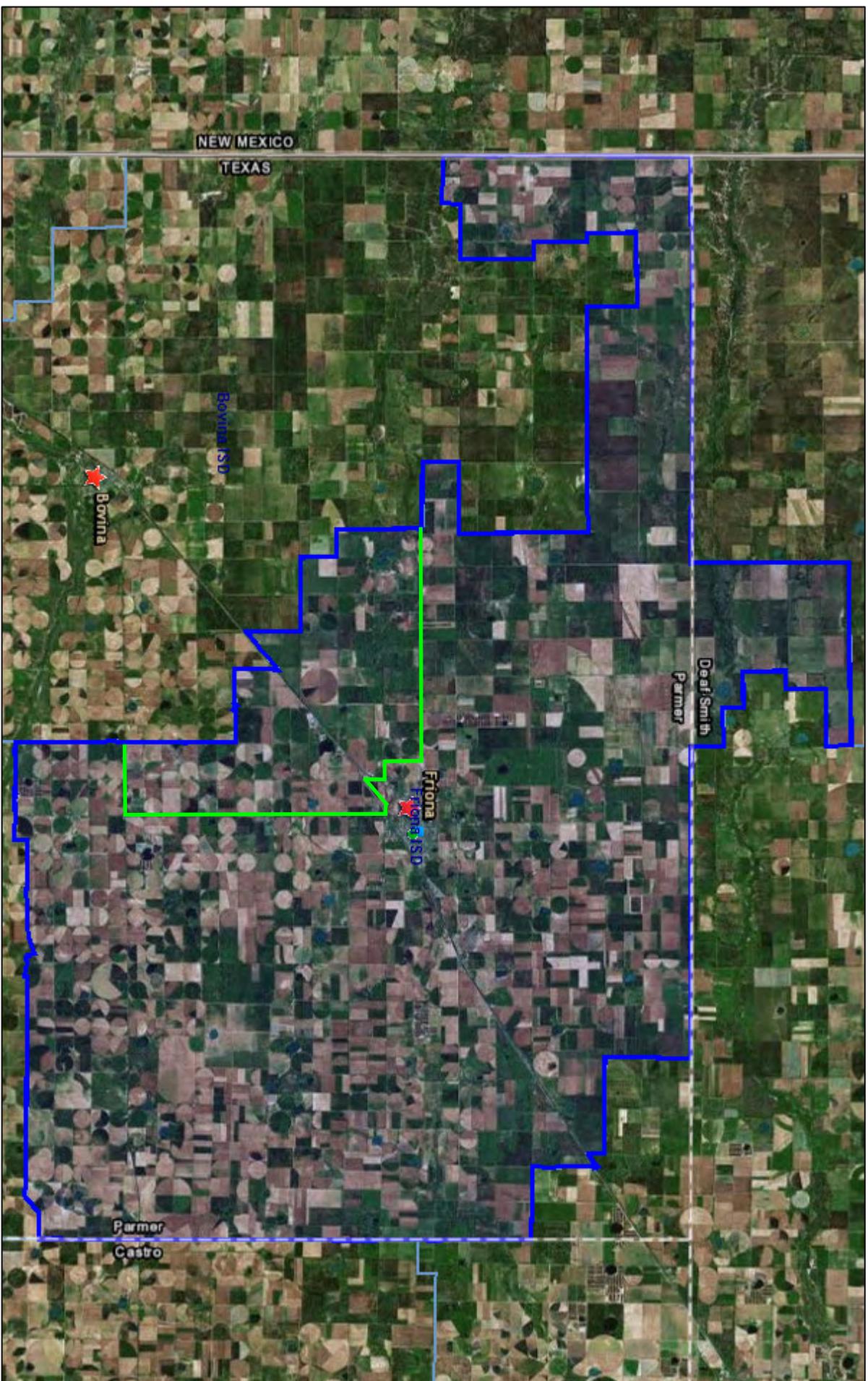
School District Boundary





- Reinvestment Zone Boundary
- School District Boundary

FRIONA ISD BOUNDARY MAP



MAP 11-f.2.

Current_Schools

- Elementary School
- High School
- Middle School

Current_Districts

- Reinvestment Zone Boundary
- School District Boundary

**Project area located within reinvestment zone and school district boundary

Source: Esri, DigitalGlobe, GeoEye, Earthstar Geographics, CNES/Airbus DS, USDA, USGS, AEX, Getmapping, Aerogrid, IGN, IGF, swisstopo, and

TAB 12

Request for Waiver of Job Creation Requirement



March 24, 2016

Superintendent Kenny Austin
Friona Independent School District
909 E. 11th Street
Friona, Texas 79035

Re: Chapter 313 Request for Waiver of Job Creation Requirement for Scandia Wind, LLC.

Dear Superintendent Austin,

Please accept this letter as a formal request that the Friona Independent School District's Board of Trustees waive the job requirement provision as allowed by Section 313.025 (f-1) of the Texas Property Tax Code. This waiver would be based on the board finding that the jobs creation requirement exceeds the industry standard for the number of employees reasonably necessary to operate the proposed facility described in the property owner's application.

Scandia Wind LLC respectfully requests that Friona Independent School District makes such a finding and grants a waiver of the current job creation requirement of 10 permanent, full-time jobs. In accordance with industry standards for job requirements, Scandia Wind LLC has committed to create five (5) total qualifying jobs for the project, all of which will be located within Friona ISD. In addition to on-site qualified technicians, off-site personnel may also be utilized to support the project.

While wind projects create a substantial number of full and part-time positions during the construction phase, the number of qualified technicians tasked with maintaining and operating the project during commercial operations tends to be low. The permanent employees of a wind project maintain and service wind turbines, underground electrical connections, substations and other related infrastructure associated with the safe and reliable operation of the project.

The waiver request herein is comparable to the industry standard for maintenance and operations employment and is affirmed by similar wind project value limitation applications. This number may vary depending on the maintenance and operations requirements of the turbines selected as well as the support and technical assistance offered by the turbine manufacturer.

SINCERELY,


James R. Swafford
Chief Executive Officer
Scandia Wind LLC

TAB 13

Calculation of three possible Wage Requirements and
Supporting information

TAB 13 WAGE DATA CALCULATIONS

7.a.

Year	Quarter	County	Ownership	Industry	Avg. Weekly Wages
2014	4th	Parmer	Private	All Industries	\$ 731
2015	1st	Parmer	Private	All Industries	\$ 719
2015	2nd	Parmer	Private	All Industries	\$ 722
2015	3rd	Parmer	Private	All Industries	\$ 843

(Mean Avg.) \$ **753.75** Average Weekly Wage For All Jobs

7.b.

Year	Quarter	County	Ownership	Industry	Avg. Weekly Wages
2014	4th	Parmer	Private	Manufacturing	\$ 1,067
2015	1st	Parmer	Private	Manufacturing	\$ 1,161
2015	2nd	Parmer	Private	Manufacturing	\$ 936
2015	3rd	Parmer	Private	Manufacturing	\$ 2,986

(Mean Avg.) \$ 1,537.50
110%

\$ 1,691.25 110% of County Average Weekly Wage for Manufacturing Jobs
****Based on data for Animal Food Manufacturing**

7.c.

Year	Panhandle Regional Planning Commission	
As of July 2015		\$ 43,821
		110%
		\$ 48,203.10 110% of County Average Annual Wage for Manufacturing Jobs
		\$ 926.98 110% of County Average Weekly Wage for Manufacturing Jobs

*Note: All data was taken from the Texas Workforce Commission TRACER database.

Quarterly Employment and Wages (QCEW)

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Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2014	1st Qtr	Parmer County	Private	00	0	10	Total, All Industries	\$693
2014	2nd Qtr	Parmer County	Private	00	0	10	Total, All Industries	\$740
2014	3rd Qtr	Parmer County	Private	00	0	10	Total, All Industries	\$736
2014	4th Qtr	Parmer County	Private	00	0	10	Total, All Industries	\$731
2015	1st Qtr	Parmer County	Private	00	0	10	Total, All Industries	\$719
2015	2nd Qtr	Parmer County	Private	00	0	10	Total, All Industries	\$722
2015	3rd Qtr	Parmer County	Private	00	0	10	Total, All Industries	\$843

Quarterly Employment and Wages (QCEW)

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Page 1 of 1 (40 results/page)

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2014	1st Qtr	Parmer County	Private	31	4	3111	Animal food manufacturing	\$1,173
2014	2nd Qtr	Parmer County	Private	31	4	3111	Animal food manufacturing	\$966
2014	3rd Qtr	Parmer County	Private	31	4	3111	Animal food manufacturing	\$1,054
2014	4th Qtr	Parmer County	Private	31	4	3111	Animal food manufacturing	\$1,067
2015	1st Qtr	Parmer County	Private	31	4	3111	Animal food manufacturing	\$1,161
2015	2nd Qtr	Parmer County	Private	31	4	3111	Animal food manufacturing	\$936
2015	3rd Qtr	Parmer County	Private	31	4	3111	Animal food manufacturing	\$2,986

**2014 Manufacturing Average Wages by Council of Government Region
Wages for All Occupations**

COG	Wages	
	Hourly	Annual
Texas	\$24.18	\$50,305
1. Panhandle Regional Planning Commission	\$21.07	\$43,821
2. South Plains Association of Governments	\$16.75	\$34,834
3. NORTEX Regional Planning Commission	\$20.23	\$42,077
4. North Central Texas Council of Governments	\$25.32	\$52,672
5. Ark-Tex Council of Governments	\$17.80	\$37,017
6. East Texas Council of Governments	\$19.87	\$41,332
7. West Central Texas Council of Governments	\$19.41	\$40,365
8. Rio Grande Council of Governments	\$17.82	\$37,063
9. Permian Basin Regional Planning Commission	\$23.65	\$49,196
10. Concho Valley Council of Governments	\$18.70	\$38,886
11. Heart of Texas Council of Governments	\$20.98	\$43,636
12. Capital Area Council of Governments	\$28.34	\$58,937
13. Brazos Valley Council of Governments	\$17.57	\$36,547
14. Deep East Texas Council of Governments	\$17.76	\$36,939
15. South East Texas Regional Planning Commission	\$29.21	\$60,754
16. Houston-Galveston Area Council	\$26.21	\$54,524
17. Golden Crescent Regional Planning Commission	\$23.31	\$48,487
18. Alamo Area Council of Governments	\$19.46	\$40,477
19. South Texas Development Council	\$13.91	\$28,923
20. Coastal Bend Council of Governments	\$25.12	\$52,240
21. Lower Rio Grande Valley Development Council	\$16.25	\$33,808
22. Texoma Council of Governments	\$20.51	\$42,668
23. Central Texas Council of Governments	\$18.02	\$37,486
24. Middle Rio Grande Development Council	\$20.02	\$41,646

Source: Texas Occupational Employment and Wages

Data published: July 2015

Data published annually, next update will be July 31, 2016

Note: Data is not supported by the Bureau of Labor Statistics (BLS).

Wage data is produced from Texas OES data, and is not to be compared to BLS estimates.

Data intended for TAC 313 purposes only.

TAB 14

Schedules A1 - D

Schedule A2: Total Investment for Economic Impact (Including Qualified Property and other Investments)

PROPERTY INVESTMENT AMOUNTS						
(Estimated investment in each year. Do not put cumulative totals.)						
	Column A	Column B	Column C	Column D	Column E	
Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) (YYYY)	New investment (original cost) in tangible personal property that will become Qualified Property	New investment made during this year in buildings or other investment made during this year that will become Qualified Property (SEE NOTE)	Other investment made during this year that will become Qualified Property (SEE NOTE)	Total Investment (A+B+C+D)
TOTALS FROM SCHEDULE A1					337,500,000.00	337,500,000.00
Total Investment from Schedule A1*						
Each year prior to start of value limitation period**						
1	2016-2017	2016	\$ -	\$ -	\$ -	\$ -
2	2017-2018	2017	\$ -	\$ -	\$ -	\$ -
3	2018-2019	2018	\$ -	\$ -	\$ -	\$ -
4	2019-2020	2019	\$ -	\$ -	\$ -	\$ -
5	2020-2021	2020	\$ -	\$ -	\$ -	\$ -
6	2021-2022	2021	\$ -	\$ -	\$ -	\$ -
7	2022-2023	2022	\$ -	\$ -	\$ -	\$ -
8	2023-2024	2023	\$ -	\$ -	\$ -	\$ -
9	2024-2025	2024	\$ -	\$ -	\$ -	\$ -
10	2025-2026	2025	\$ -	\$ -	\$ -	\$ -
11	2026-2027	2026	\$ -	\$ -	\$ -	\$ -
12	2027-2028	2027	\$ -	\$ -	\$ -	\$ -
13	2028-2029	2028	\$ -	\$ -	\$ -	\$ -
Total Investment made through limitation					337,500,000.00	337,500,000.00
Continue to maintain viable presence						
14	2029-2030	2029	\$ -	\$ -	\$ -	\$ -
15	2030-2031	2030	\$ -	\$ -	\$ -	\$ -
16	2031-2032	2031	\$ -	\$ -	\$ -	\$ -
17	2032-2033	2032	\$ -	\$ -	\$ -	\$ -
18	2033-2034	2033	\$ -	\$ -	\$ -	\$ -
19	2034-2035	2034	\$ -	\$ -	\$ -	\$ -
20	2035-2036	2035	\$ -	\$ -	\$ -	\$ -
21	2036-2037	2036	\$ -	\$ -	\$ -	\$ -
22	2037-2038	2037	\$ -	\$ -	\$ -	\$ -
23	2038-2039	2038	\$ -	\$ -	\$ -	\$ -
24	2039-2040	2039	\$ -	\$ -	\$ -	\$ -
25	2040-2041	2040	\$ -	\$ -	\$ -	\$ -
26	2041-2042	2041	\$ -	\$ -	\$ -	\$ -
27	2042-2043	2042	\$ -	\$ -	\$ -	\$ -
28	2043-2044	2043	\$ -	\$ -	\$ -	\$ -

* All investments made through the qualifying time period are captured and totaled on Schedule A1 (blue box) and incorporated into this schedule in the first row.
 ** Only investment made during deferrals of the start of the limitation (after the end of qualifying time period but before the start of the Value Limitation Period) should be included in the "Year prior to start of value limitation period" row(s). If the limitation starts at the end of the qualifying time period or the qualifying time period overlaps the limitation, no investment should be included on this line.
 *** If your qualifying time period will overlap your value limitation period, do not also include investment made during the qualifying time period in years 1 and/or 2 of the value limitation period, depending on the overlap. Only include investments/years that were not captured on Schedule A1.
 For All Columns: List amount invested each year, not cumulative totals. Only include investments in the remaining rows of Schedule A2 that were not captured on Schedule A1.
 Column A: This represents the total dollar amount of planned investment in tangible personal property. Only include estimates of investment for "replacement" property if the property is specifically described in the application.
 Column B: Only tangible personal property that is specifically described in the application can become qualified property.
 Column C: The total dollar amount of planned investment each year in buildings or nonremovable component of buildings.
 Column D: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that will not become qualified property include investment meeting the definition of 313.021(1) but not creating a new improvement as defined by TAC 9.1051. This is proposed property that functionally replaces existing property. Is used to maintain, refurbish, renovate, modify or upgrade existing property, or is added to existing property—described in SECTION 13, question #5 of the application.
 Column E: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that may result in qualified property are land or professional services.

Schedule B: Estimated Market And Taxable Value (of Qualified Property Only)

Date
 Applicant Name
 ISD Name

24-Mar-16
 Scandia Wind LLC
 FRIONA ISD

Form 50-296A
 Revised May 2014

	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	Qualified Property			Estimated Taxable Value		
				Estimated Market Value of Land	Estimated Total Market Value of new buildings or other new improvements	Estimated Total Market Value of tangible personal property in the new buildings or "in or on the new improvements"	Market Value less any exemptions (such as pollution control) and before limitation	Final taxable value for I&S after all reductions	Final taxable value for M&O after all reductions
Value Limitation Period	0	2016-2017	2016	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	1	2017-2018	2017	\$ -	\$ -	\$ 16,875,000.00	\$ 16,875,000.00	\$ 16,875,000.00	\$ 16,875,000.00
	2	2018-2019	2018	\$ -	\$ -	\$ 182,250,000.00	\$ 182,250,000.00	\$ 182,250,000.00	\$ 182,250,000.00
	1	2019-2020	2019	\$ -	\$ -	\$ 253,125,000.00	\$ 253,125,000.00	\$ 253,125,000.00	\$ 25,000,000.00
	2	2020-2021	2020	\$ -	\$ -	\$ 303,750,000.00	\$ 303,750,000.00	\$ 303,750,000.00	\$ 25,000,000.00
	3	2021-2022	2021	\$ -	\$ -	\$ 303,750,000.00	\$ 303,750,000.00	\$ 303,750,000.00	\$ 25,000,000.00
	4	2022-2023	2022	\$ -	\$ -	\$ 286,875,000.00	\$ 286,875,000.00	\$ 286,875,000.00	\$ 25,000,000.00
	5	2023-2024	2023	\$ -	\$ -	\$ 270,000,000.00	\$ 270,000,000.00	\$ 270,000,000.00	\$ 25,000,000.00
	6	2024-2025	2024	\$ -	\$ -	\$ 253,125,000.00	\$ 253,125,000.00	\$ 253,125,000.00	\$ 25,000,000.00
	7	2025-2026	2025	\$ -	\$ -	\$ 236,250,000.00	\$ 236,250,000.00	\$ 236,250,000.00	\$ 25,000,000.00
8	2026-2027	2026	\$ -	\$ -	\$ 219,375,000.00	\$ 219,375,000.00	\$ 219,375,000.00	\$ 25,000,000.00	
9	2027-2028	2027	\$ -	\$ -	\$ 202,500,000.00	\$ 202,500,000.00	\$ 202,500,000.00	\$ 25,000,000.00	
10	2028-2029	2028	\$ -	\$ -	\$ 185,625,000.00	\$ 185,625,000.00	\$ 185,625,000.00	\$ 25,000,000.00	
11	2029-2030	2029	\$ -	\$ -	\$ 168,750,000.00	\$ 168,750,000.00	\$ 168,750,000.00	\$ 168,750,000.00	
12	2030-2031	2030	\$ -	\$ -	\$ 151,875,000.00	\$ 151,875,000.00	\$ 151,875,000.00	\$ 151,875,000.00	
13	2031-2032	2031	\$ -	\$ -	\$ 151,875,000.00	\$ 151,875,000.00	\$ 151,875,000.00	\$ 151,875,000.00	
14	2032-2033	2032	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
15	2033-2034	2033	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
16	2034-2035	2034	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
17	2035-2036	2035	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
18	2036-2037	2036	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
19	2037-2038	2037	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
20	2038-2039	2038	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
21	2039-2040	2039	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
22	2040-2041	2040	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
23	2041-2042	2041	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
24	2042-2043	2042	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	
25	2043-2044	2043	\$ -	\$ -	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	\$ 101,250,000.00	

Notes: Market value in future years is good faith estimate of future taxable value for the purposes of property taxation.
 Only include market value for eligible property on this schedule.

Schedule C: Employment Information

Value Limitation Period <i>The qualifying time period could overlap the value limitation period.</i>	Year	School Year (YYYY-YYYY)	Tax Year (Actual tax year) YYYY	Construction		Non-Qualifying Jobs		Qualifying Jobs	
				Column A Number of Construction FTEs or man-hours (specify)	Column B Average annual wage rates for construction workers	Column C Number of non-qualifying jobs applicant estimates it will create (cumulative)	Column D Number of new qualifying jobs applicant commits to create meeting all criteria of Sec. 313.021(3) (cumulative)	Column E Average annual wage of new qualifying jobs	
Value Limitation Period	0	2016-2017	2016	50 FTEs	\$ 46,800.00	0	0	\$ -	
	1	2017-2018	2017	200 FTEs	\$ 46,800.00	0	0	\$ -	
	2	2018-2019	2018	150 FTEs	\$ 46,800.00	0	5	\$ 48,205.00	
	1	2019-2020	2019			0	5	\$ 48,205.00	
	2	2020-2021	2020			0	5	\$ 48,205.00	
	3	2021-2022	2021			0	5	\$ 48,205.00	
	4	2022-2023	2022			0	5	\$ 48,205.00	
	5	2023-2024	2023			0	5	\$ 48,205.00	
	6	2024-2025	2024			0	5	\$ 48,205.00	
	7	2025-2026	2025			0	5	\$ 48,205.00	
8	2026-2027	2026			0	5	\$ 48,205.00		
9	2027-2028	2027			0	5	\$ 48,205.00		
10	2028-2029	2028			0	5	\$ 48,205.00		
Years Following Value Limitation Period	11 through 25	2029-2044	2029-2043			0	5	\$ 48,205.00	

Notes: See TAC 9.1051 for definition of non-qualifying jobs.
 Only include jobs on the project site in this school district.

- C1.** Are the cumulative number of qualifying jobs listed in Column D less than the number of qualifying jobs required by statute? (25 qualifying jobs in Subchapter B districts, 10 qualifying jobs in Subchapter C districts)
 If yes, answer the following two questions:
- C1a.** Will the applicant request a job waiver as provided under 313.025(f-1)? Yes No
- C1b.** Will the applicant avail itself of the provision in 313.021(3)(F)? Yes No

State and Local Incentives for which the Applicant Intends to apply (Estimated)						
Incentive Description	Taxing Entity (as applicable)	Beginning Year of Benefit	Duration of Benefit	Annual Tax Levy without Incentive	Annual Incentive	Annual Net Tax Levy
Tax Code Chapter 311	County: City:					
	Other:					
Tax Code Chapter 312	County: Parmer County City:	TBD	Ten-years (tentative)	\$ 809,289.00	\$ 462,786.00	\$ 346,503.00
	Other: Parmer County/Hospital District	TBD	Ten-years (tentative)	\$ 565,039.00	\$ 259,250.00	\$ 305,789.00
Local Government Code Chapters 380/381	County: City: Other:					
Freepport Exemptions						
Non-Annexation Agreements						
Enterprise Zone/Project						
Economic Development Corporation						
Texas Enterprise Fund						
Employee Recruitment						
Skills Development Fund						
Training Facility Space and Equipment						
Infrastructure Incentives						
Permitting Assistance						
Other:						
Other:						
Other:						
Other:						
TOTAL				\$ 1,374,328.00	\$ 722,036.00	\$ 652,292.00

Additional information on incentives for this project:
 Twenty-five year projections based on potential ten-year, 100% abatements without associated PILOT. Adjusted for depreciation and tax rate fluctuations.

TAB 15

Economic Impact Study

-Pending, Not Attached-

TAB 16

Description of Reinvestment Zone

**RESOLUTION OF THE COMMISSIONERS COURT
OF PARMER COUNTY, TEXAS
DESIGNATING REINVESTMENT ZONE NUMBER 2016-01**

A RESOLUTION DESIGNATING A CERTAIN AREA AS A REINVESTMENT ZONE FOR A COMMERCIAL/INDUSTRIAL TAX ABATEMENT IN PARMER COUNTY, TEXAS, ESTABLISHING THE BOUNDARIES THEREOF, AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the Commissioners Court of Parmer County, Texas desires to promote the development or redevelopment of a certain contiguous geographic area within its jurisdiction by the creation of a reinvestment zone as authorized by the Property Redevelopment and Tax Abatement Act, as amended (Texas Property Tax Code § 312.001, *et seq.*), and the Tax Abatement Guidelines and Criteria of Parmer County (the "Guidelines"); and

WHEREAS, on February 8, 2016, a hearing before the Commissioners Court of Parmer County, Texas was held, such date being at least seven (7) days after the date of publication of the notice of such public hearing in the local newspaper of general circulation in Parmer County and the delivery of written notice to the respective presiding officers of each taxing entity that includes within its boundaries real property that is to be included in the proposed reinvestment zone; and

WHEREAS, the Commissioners Court of Parmer County, Texas at such public hearing invited any interested person to appear and speak for or against the creation of the reinvestment zone and whether all or part of the territory described should be included in the proposed reinvestment zone; and

WHEREAS, the proponents of the reinvestment zone offered evidence, both oral and documentary, in favor of all of the foregoing matters relating to the creation of the reinvestment zone and opponents, if any, of the reinvestment zone appeared to contest the creation of the reinvestment zone.

BE IT RESOLVED BY THE COMMISSIONERS COURT OF PARMER COUNTY, TEXAS:

SECTION 1. That the facts and recitations contained in the preamble of this Resolution are hereby found and declared to be true and correct.

SECTION 2. That the Commissioners Court of Parmer County, Texas, after conducting such hearing and having heard such evidence and testimony, has made the following findings and determinations based on the evidence and testimony presented to it:

- (a) That the public hearing on adoption of the reinvestment zone has been properly called, held and conducted and that notice of such hearing has been published as required by law and mailed to the respective presiding officers of the governing bodies of all taxing units overlapping the territory inside the proposed

reinvestment zone; and

- (b) That the boundaries of the proposed reinvestment zone should be the area described in the description attached hereto as Exhibit "A" and depicted on the map attached hereto as Exhibit "B", both Exhibits being incorporated herein by reference for all purposes, and the contents of Exhibit "B" controlling in the event of any discrepancy between Exhibit "A" and Exhibit "B"; and,
- (c) That creation of the reinvestment zone will result in benefits to Parmer County, Texas and to land included in the reinvestment zone and that the improvements sought are feasible and practical; and
- (d) The reinvestment zone meets the criteria set forth in Texas Property Tax Code Chapter 312 for the creation of a reinvestment zone as set forth in the Property Redevelopment and Tax Abatement Act, as amended, and the Guidelines, in that it is reasonably likely as a result of the designation to contribute to the retention or expansion of primary employment or to attract investment in the zone that would be a benefit to the property and that would contribute to the economic development of Parmer County, Texas, and that the entire tract of land is located entirely within an unincorporated area of Parmer County, Texas.

SECTION 3. That pursuant to the Property Redevelopment and Tax Abatement Act, as amended, and the Guidelines, the Parmer County Commissioners Court hereby creates Parmer County Reinvestment Zone Number 2016-01; a reinvestment zone for commercial-industrial tax abatement encompassing only the area described in Exhibit "A" and depicted in Exhibit "B", and such reinvestment zone is hereby designated and shall hereafter be referred to as Parmer County Reinvestment Zone Number 2016-01.

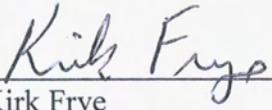
SECTION 4. That Parmer County Reinvestment Zone Number 2016-01 shall take effect on February 8, 2016 and shall remain designated as a commercial-industrial reinvestment zone for a period of five (5) years from such date of designation, and may be renewed for an additional five (5) year period thereafter.

SECTION 5. That if any section, paragraph, clause or provision of this Resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause, or provision shall not affect any of the remaining provisions of this Resolution.

SECTION 6. That it is hereby found, determined and declared that sufficient notice of the date, hour, place and subject, of the meeting of the Parmer County Commissioners Court at which this Resolution was adopted was posted at a place convenient and readily accessible at all times as required by the Texas Open Government Act, Texas Government Code, Chapter 551, as amended, and that a public hearing was held prior to the designation of such reinvestment zone and that proper notice of the hearing was published in the official newspaper of general circulation within the County, and furthermore, such notice was in fact delivered to the presiding

officer of any affected taxing entity as prescribed by the Property Redevelopment and Tax Abatement Act.

PASSED, APPROVED AND ADOPTED on this the 8th day of February, 2016.



Kirk Frye
Commissioner, Precinct 1



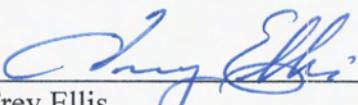
Steve Cockerham
Commissioner, Precinct 2



Kenny White
Commissioner, Precinct 3



Lloyd Bradshaw
Commissioner, Precinct 4



Trey Ellis
County Judge



County Clerk

[COUNTY SEAL]

EXHIBIT A
DESCRIPTION OF
PARMER COUNTY
REINVESTMENT ZONE 2016-01

(Description provided by Applicant and not verified by County)

Parmer County, Subdivision A, Sections 1, 2, 9, 10, 11, 12

Parmer County, Block C, Sections 1-28

Parmer County, T3S R32 (North of Highway 60), Sections 2 and 11

Parmer County, T3S R32 (South of Highway 60), Sections 4, 12, 13, and 21-36

Parmer County, T6S R3E, Sections 1-12

Parmer County, T7S R2E, Sections 1, 2, and 11

Parmer County, Block E, Sections 1, 2, 3, 6, 7, and 9

Exhibit "A"

EXHIBIT B
MAP OF
REINVESTMENT ZONE 2016-01

(Map provided by Applicant and not verified by County)

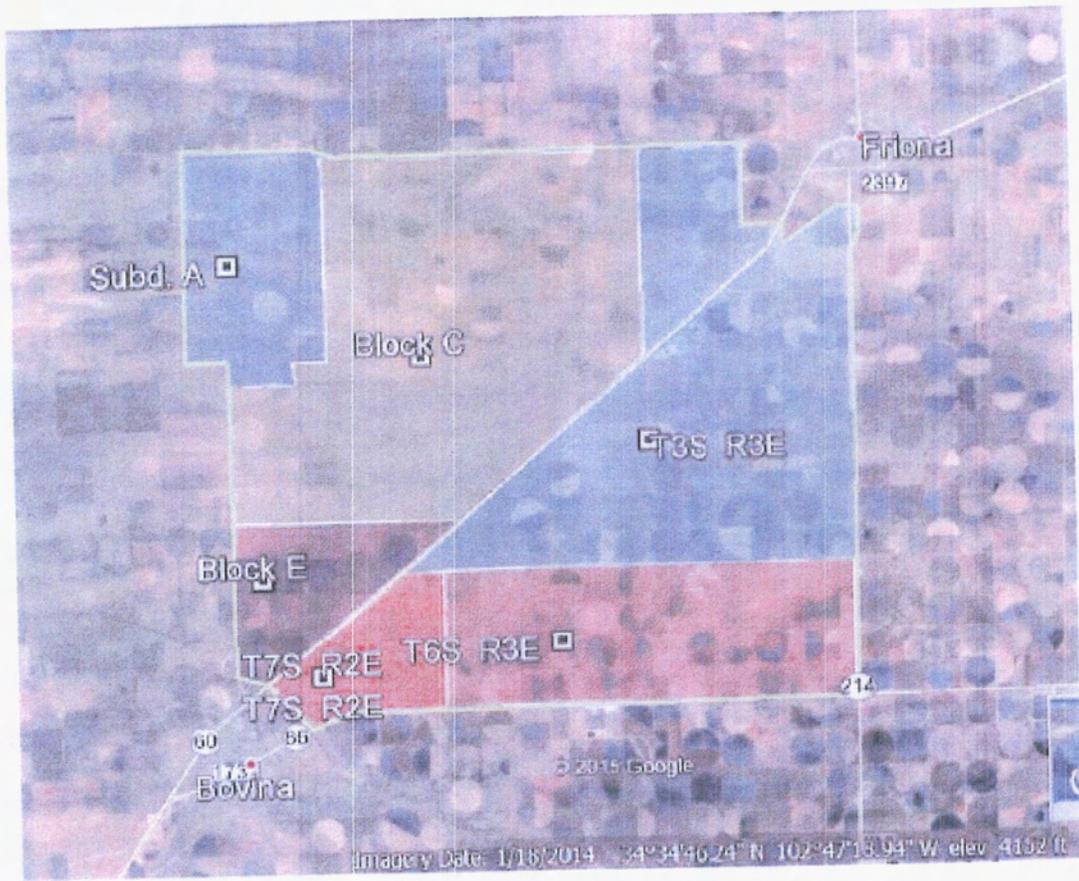


Exhibit "B"

A Resolution

**PROVIDING THAT PARMER COUNTY, TEXAS (the "COUNTY")
ELECTS TO BE ELIGIBLE TO PARTICIPATE IN TAX ABATEMENTS
AS AUTHORIZED BY CHAPTER 312 OF THE TEXAS TAX CODE**

WHEREAS, a Texas county may enter into tax abatement agreements authorized by Chapter 312 of the Texas Tax Code (the "Code") only if the governing body of such county has previously adopted a resolution stating that the county elects to be eligible to participate in tax abatement.

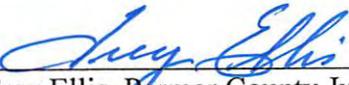
WHEREAS, the County desires to replace the Resolution for Adopting a Comprehensive Policy of Guidelines and Criteria for Governing Tax Abatement Incentives adopted by the County on June 18, 2012,

**NOW, THEREFORE, BE IT RESOLVED BY THE COUNTY
COMMISSIONERS' COURT OF PARMER COUNTY, TEXAS, THAT:**

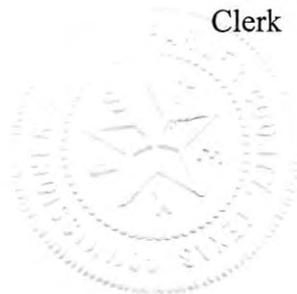
1. The County hereby elects to be eligible to participate in tax abatement in accordance with Chapter 312 of the Code.

2. This policy is effective as of the date of adoption and replaces in its entirety the Resolution for Adopting a Comprehensive Policy of Guidelines and Criteria for Governing Tax Abatement Incentives adopted on June 18, 2012.

PASSED AND APPROVED this 10th day of December, 2012.


Trey Ellis, Parmer County Judge

Attest: 
Colleen Stover, Parmer County
Clerk



STATE OF TEXAS

PARMER COUNTY

TAX ABATEMENT GUIDELINES AND CRITERIA

Parmer County (the “County”) is committed to the promotion of quality development in all parts of Parmer County and to improving the quality of life for its citizens. In order to help meet these goals, the County will consider providing Tax Abatements (as defined below) to stimulate economic development. It is the policy of the County that such an incentive will be provided in accord with the guidelines and criteria outlined in this document. All applicants for Tax Abatements shall be considered on an individual basis.

In order to be eligible for designation as a Reinvestment Zone and receive Tax Abatement, the planned improvement:

1. must be an Eligible Facility (as defined below);
2. must add at least One Million Dollars (\$1,000,000.00) to the tax roll of eligible property;
3. must create no less than five (5) new, permanent, full-time jobs;
4. must be reasonably expected to have an increase in positive net economic benefit to Parmer County of at least One Million Dollars (\$1,000,000.00) over the life of the Abatement, computed to include (but not limited to) new sustaining payroll and/or capital improvement; and
5. must not be expected to solely or primarily have the effect of transferring employment from one part of Parmer County to another.

In addition to the criteria set forth above, the Parmer County Commissioners Court (the “Commissioners Court”) reserves the right to negotiate a Tax Abatement Agreement in order to compete favorably with other communities.

Only that increase in the fair market value of the property that is a direct result of the development, redevelopment, and improvement specified in the Agreement will be eligible for Abatement and then only to the extent that such increase exceeds any reduction in the fair market value of the other property of the applicant located within the jurisdiction creating the reinvestment zone.

All Tax Abatement Agreements will be no longer than allowed by law.

It is the goal of the County to grant Tax Abatements on the same terms and conditions as the other taxing units having jurisdiction of the property. However, nothing herein shall limit the discretion of the Commissioners Court to consider, adopt, modify or decline any Tax Abatement request.

This policy is effective as of the date of adoption, shall at all times be kept current with regard to the needs of Parmer County and reflective of the official views of the Commissioners Court, and shall be reviewed every two (2) years.

The adoption of these guidelines and criteria by the Commissioners Court does not:

1. limit the discretion of the governing body to decide whether to enter into a specific Tax Abatement Agreement;
2. limit the discretion of the governing body to delegate to its employees the authority to determine whether or not the governing body should consider a particular application or request for Tax Abatement; or
3. create any property, contract, or other legal right in any person to have the governing body consider or grant a specific application or request for Tax Abatement.

SECTION I. DEFINITIONS

A. **"Abatement" or "Tax Abatement"** means the full or partial exemption from ad valorem taxes of certain property in a reinvestment zone designated for economic development purposes.

B. **"Agreement" or "Abatement Agreement"** means a contractual Agreement between a property owner and/or lessee and the County.

C. **"Base Year Value"** means the assessed value on the eligible property as of January 1 preceding the execution of the Agreement.

D. **"Deferred Maintenance"** means improvements necessary for continued operation which do not improve productivity or alter the process technology.

E. **"Eligible Facilities"** means new, expanded, or modernized buildings and structures, including fixed machinery and equipment, which is reasonably likely as a result of granting the Abatement to contribute to the retention or expansion of primary employment or to attract major investment in the reinvestment zone that would be a benefit to the property and that would contribute to the economic development of Parmer County, but does not include facilities such as, but not limited to, restaurants and retail sales establishments which are intended to provide goods or services primarily to residents or existing businesses located in Parmer County. Eligible facilities may include, but shall not be limited to a(n):

aquaculture/agriculture facility;
distribution center facility;
manufacturing facility;
office building;

regional entertainment/tourism facility;
research service facility;
regional service facility;
historic building in a designated area;
wind energy facility; or
other basic industrial facility.

F. **"Expansion"** means the addition of building structures, machinery, equipment, or payroll for purposes of increasing production capacity.

G. **"Facility"** means property improvement(s) completed or in the process of construction which together comprise an interregional whole.

H. **"Modernization"** means a complete or partial demolition of facilities and the complete or partial reconstruction or installation of a facility of similar or expanded production capacity. Modernization may result from the construction, alteration, or installation of buildings, structures, machinery, or equipment.

I. **"New Facility"** means a property previously undeveloped which is placed into service by means other than or in conjunction with Expansion or Modernization.

J. **"Productive Life"** means the number of years property improvement(s) is/are expected to be in service in a facility.

SECTION II. ABATEMENT AUTHORIZED

A. **Eligible Facilities.** Upon application, Eligible Facilities shall be considered for Tax Abatement as hereinafter provided.

B. **Creation of New Values.** Abatement may only be granted for the additional value of eligible property improvement(s) made subsequent to and specified in an Abatement Agreement between the County and the property owner or lessee, subject to such limitations as the County may require.

C. **New and Existing Facilities.** Abatement may be granted for the additional value of eligible property improvement(s) made subsequent to and specified in an Abatement Agreement between the County and the property owner or lessee, subject to such limitations as the County may require.

D. **Eligible Property.** Abatement may be extended to the value of new, expanded, or modernized buildings, structures, fixed machinery and equipment, site improvements, and related fixed improvements necessary to the operation and administration of the facility, and all other real and tangible personal property permitted by Chapter 312 of the Texas Tax Code.

E. **Ineligible Property.** The following types of property shall be fully taxable and ineligible for Tax Abatement: land; animals; inventories, supplies; tools; furnishings; vehicles;

vessels; aircraft; deferred maintenance investments; housing and property to be rented or leased, except as provided in Section II(F); property owned or used by the State of Texas.

F. Owned/Leased Facilities. If a leased facility is granted Abatement, the Agreement shall be executed with the lessor and the lessee. If the land is leased, but the facility constructed or installed thereon is owned by the lessee, the lessee shall execute the Agreement.

G. Economic Qualifications. In order to be eligible for designation as a reinvestment zone and receive Tax Abatement, the planned improvement:

- (1) must be an Eligible Facility;
- (2) must add at least One Million Dollars (\$1,000,000.00) to the tax roll of eligible property;
- (3) must create no less than five (5) new, permanent, full-time jobs;
- (4) must be reasonably expected to have an increase in positive net economic benefit to Parmer County of at least One Million Dollars (\$1,000,000.00) over the life of the Abatement, computed to include (but not limited to) new sustaining payroll and/or capital improvement. The creation of (number and type) of new jobs will also factor into the decision to grant an Abatement; and
- (5) must not be expected to solely or primarily have the effect of transferring employment from one part of Parmer County to another.

H. Standards for Tax Abatement. The following factors, among others, will be considered in determining whether to grant Tax Abatement:

- (1) value of existing improvements, if any;
- (2) type and value of proposed improvements;
- (3) productive life of proposed improvements;
- (4) number of existing jobs to be retained by proposed improvements;
- (5) number and type of new jobs to be created by proposed improvements;
- (6) amount of local payroll to be created;
- (7) whether the new jobs to be created will be filled by persons residing or projected to reside within the affected taxing jurisdiction;
- (8) amount by which property tax base valuation will be increased during the term of Abatement and after Abatement, which shall include a definitive commitment

that such valuation shall not, in any case, be less than Five Hundred Thousand Dollars (\$500,000.00);

(9) expenses to be incurred in providing facilities directly resulting from the new improvements;

(10) the amount of ad valorem taxes to be paid to the County during the Abatement period considering (a) the existing values, (b) the percentage of new value abated, (c) the Abatement period, and (d) the value after expiration of the Abatement period;

(11) the population growth of Parmer County that occurs directly as a result of new improvements;

(12) the types and values of public improvements, if any, to be made by applicant seeking Abatement;

(13) whether the proposed improvements compete with existing businesses to the detriment of the local economy;

(14) the impact on the business opportunities of existing business;

(15) the attraction of other new businesses to the area;

(16) the overall compatibility with the zoning ordinances and comprehensive plan for the area; and

(17) whether the project obtains all necessary permits from the applicable environmental agencies.

Each Eligible Facility shall be reviewed on its merits utilizing the factors provided above. After such review, Abatement may be denied entirely or may be granted to the extent deemed appropriate after full evaluation.

I. Denial of Abatement. An Abatement Agreement shall not be authorized if it is determined that:

(1) there would be substantial adverse effect on the provision of government services or tax base;

(2) the applicant has insufficient financial capacity;

(3) violation of other codes or laws; or

(4) any other reason deemed appropriate by the County.

J. Taxability. From the execution of the Abatement to the end of the Agreement period, taxes shall be payable as follows:

- (1) the value of ineligible property as provided in Section II(E) shall be fully taxable;
- (2) the base year value of existing eligible property as determined each year shall be fully taxable; and
- (3) the additional value of new eligible property shall be fully taxable at the end of the Abatement period.

SECTION III. APPLICATION

A. Any present or potential owner of taxable property in the County may request Tax Abatement by filing a written application with the Commissioners Court.

B. The application shall consist of a general description of the new improvements to be undertaken; a descriptive list of the improvements for which an Abatement is requested; a list of the kind, number and location of all proposed improvements of a property; a map and property description; and a time schedule for undertaking and completing the proposed improvements. In the case of modernization, a statement of the assessed value of the facility, separately stated for real and personal property, shall be given for the tax year immediately preceding the application. The Commissioners Court may require such financial and other information as deemed appropriate for evaluating the financial capacity and other factors pertaining to the applicant, to be attached to the application. The completed application must be accompanied by the payment of a non-refundable application fee for administrative costs and legal fees associated with the processing of the Tax Abatement request. All checks in payment of the administrative fee shall be made payable to the County. The fee for Abatement requests shall be One Thousand and No/100 Dollars (\$1,000.00).

C. The County shall give notice as provided by the Property Tax Code, including written notice to the presiding officer of the governing body of each taxing unit in which the property to be subject to the Agreement is located, not later than seven (7) days before acting upon the application.

D. The application process described in Section III(A) hereof shall be followed regardless of whether a particular reinvestment zone is created by Parmer County or a taxing entity within Parmer County. No other notice or hearing shall be required except compliance with the open meetings act, unless the Commissioners Court deem them necessary in a particular case.

SECTION IV. AGREEMENT

A. After approval, the Commissioners Court shall formally pass a resolution and execute an Agreement with the owner of the facility and lessee as required which shall:

- (1) include a list of the kind, number and location of all proposed improvements to the property;
- (2) provide access to and authorize inspection of the property by the taxing unit to insure compliance with the Agreement;
- (3) limit the use of the property consistent with the taxing unit's development goals;
- (4) provide for recapturing property tax revenues that are lost if the owner fails to make improvements as provided by the Agreement;
- (5) include each term that was agreed upon with the property owner and require the owner to annually certify compliance with the terms of the Agreement to each taxing unit; and
- (6) allow the taxing unit to cancel or modify the Agreement at any time if the property owner fails to comply with the terms of the Agreement.

SECTION V. RECAPTURE

A. In the event that the applicant or its assignee (1) allows its ad valorem taxes owed to become delinquent and fails to timely and property follow the legal procedures for their protest and/or content; or (2) violates any of the terms and conditions of the Abatement Agreement and fails to cure during the cure period, the Agreement then may be terminated and all taxes previously abated by virtue of the Agreement will be recaptured and paid within thirty (30) days of the termination.

B. Should the County determine that the applicant or its assignee is in default according to the terms and conditions of its Agreement, the County shall notify the company or individual in writing at the address stated in the Agreement, and if such is not cured within the time set forth in such notice (the "Cure Period"), then the Agreement may be terminated.

SECTION VI. ADMINISTRATION

A. The Chief Appraiser of the Parmer County Appraisal District will annually determine an assessment of the real and personal property comprising the reinvestment zone. Each year, the company or individual receiving Abatement shall furnish the appraiser with such information as may be necessary for the Abatement. Once value has been established, the Chief Appraiser will notify the Commissioners Court of the amount of the assessment.

B. The County may execute a contract with any other jurisdiction(s) to inspect the facility to determine if the terms and conditions of the Abatement Agreement are being met. The Abatement Agreement shall stipulate that employees and/or designated representatives of the

County will have access to the reinvestment zone during the term of the Abatement to inspect the facility to determine if the terms and conditions of the Agreement are being met. All inspections will be made only after the giving of twenty-four (24) hours prior notice and will only be conducted in such manner as to not unreasonably interfere with the construction and/or operation of the facility. All inspections will be made with one or more representatives of the company or individual and in accordance with its safety standards.

C. Upon completion of construction, a designated representative of the County shall annually evaluate each facility receiving Abatement to insure compliance with the Agreement and shall formally report such evaluations to the Commissioners Court.

SECTION VII. ASSIGNMENT

The Abatement Agreement may be transferred and assigned by the holder to a new owner or lessee of the same facility either upon the approval by resolution of the Commissioners Court, or in accordance with the terms of an existing Tax Abatement Agreement. No assignment or transfer shall be approved if the parties to the existing Agreement, the new owner, or new lessee are liable to any jurisdiction for outstanding taxes or other obligations. Approval shall not be unreasonably delayed or withheld. Notice shall be given to the Commissioners Court at least twenty (20) days in advance of any transfer or assignment.

SECTION VIII. SUNSET PROVISION

These guidelines and criteria are effective upon the date of their adoption, and shall supersede and replace any and all prior guidelines and criteria for Tax Abatement in the County. These guidelines and criteria shall remain in force for two (2) years, unless amended by three-quarters vote of the Commissioners Court, at which time all reinvestment zones and Tax Abatement Agreements created pursuant to these provisions will be reviewed to determine whether the goals have been achieved. Based on such review, the guidelines and criteria will be modified, renewed or eliminated; provided, however, that no modification or elimination of the Guidelines and Criteria shall affect Tax Abatement Agreements that have been previously approved until the parties thereto shall agree to amend such Agreements.

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Adopted on this the 10th day of December, 2012.

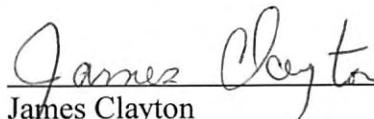
Parmer County Commissioners Court



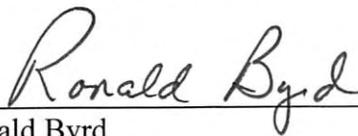
Trey Ellis
Parmer County Judge



Kirk Frye
Precinct 1 Commissioner



James Clayton
Precinct 2 Commissioner

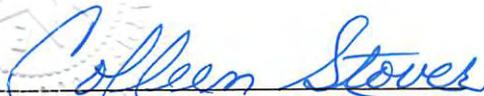


Ronald Byrd
Precinct 3 Commissioner



Lloyd Bradshaw
Precinct 4 Commissioner

Attest:



Colleen Stover, Parmer County Clerk



RESOLUTION 08-10-2015 A

**PROVIDING THAT PARMER COUNTY, TEXAS (the "COUNTY")
ELECTS TO CONTINUE, RENEW AND EXTEND ITS PRIOR RESOLUTION AND
THE TAX ABATEMENT GUIDELINES AND CRITERIA AS AUTHORIZED BY
CHAPTER 312 OF THE TEXAS TAX CODE**

WHEREAS, a Texas county may enter into tax abatement agreements authorized by Chapter 312 of the Texas Tax Code (the "Code") only if the governing body of such county has previously adopted a resolution stating that the county elects to be eligible to participate in tax abatement and establishes guidelines and criteria;

WHEREAS, the County has previously adopted a resolution on December 10, 2012, stating that the County elects to be eligible to participate in tax abatement and desires to continue, renew and extend such authorization for the County to participate in tax abatements;

WHEREAS, the County has previously adopted guidelines and criteria on December 10, 2012, relating to entering into tax abatements and desires to continue, renew and extend its Tax Abatement Guidelines and Criteria for participating in tax abatements;

**NOW, THEREFORE, BE IT RESOLVED BY THE COUNTY
COMMISSIONERS' COURT OF PARMER COUNTY, TEXAS, THAT:**

1. The County hereby elects to continue, renew and extend its authorization to participate in tax abatements in accordance with Chapter 312 of the Code.
2. The County hereby elects to continue, renew and extend its Tax Abatement Guidelines and Criteria for participating in tax abatements.
3. The County hereby ratifies any and all reinvestment zones created by the County and any and all tax abatement agreements entered into between the County as of the date of approval of this Resolution.
4. This resolution is effective as of August 10, 2015.

PASSED AND APPROVED on August 10, 2015.

PARMER COUNTY COMMISSIONERS COURT



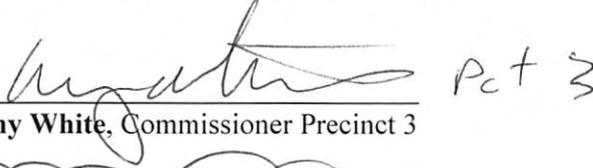
Trey Ellis, County Judge



Kirk Frye, Commissioner Precinct 1



Steve Cockerham, Commissioner Precinct 2



Kenny White, Commissioner Precinct 3



Lloyd Bradshaw, Commissioner Precinct 4

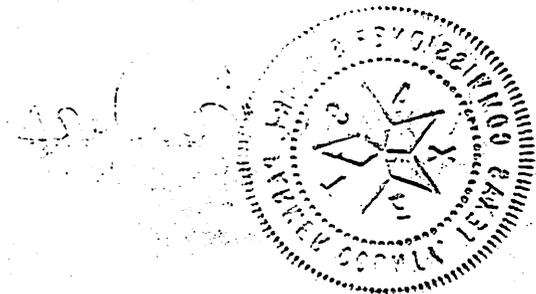
Attest:



Gerri Bowers, Parmer County Clerk



[Faint, illegible text]



TAB 17

Signature and Certification Page

SECTION 16: Authorized Signatures and Applicant Certification

After the application and schedules are complete, an authorized representative from the school district and the business should review the application documents and complete this authorization page. Attach the completed authorization page in Tab 17. NOTE: If you amend your application, you will need to obtain new signatures and resubmit this page, Section 16, with the amendment request.

1. Authorized School District Representative Signature

I am the authorized representative for the school district to which this application is being submitted. I understand that this application is a government record as defined in Chapter 37 of the Texas Penal Code.

print here → Kerry Austin Title Sept
sign here → Kerry Aust Signature (Authorized School District Representative) Date 3-24-16

2. Authorized Company Representative (Applicant) Signature and Notarization

I am the authorized representative for the business entity for the purpose of filing this application. I understand that this application is a government record as defined in Chapter 37 of the Texas Penal Code. The information contained in this application and schedules is true and correct to the best of my knowledge and belief.

I hereby certify and affirm that the business entity I represent is in good standing under the laws of the state in which the business entity was organized and that no delinquent taxes are owed to the State of Texas.

print here → JIM SWAFFORD Title 3/16/2016
sign here → Jim Swafford Signature (Authorized Company Representative (Applicant)) Date 3/16/2016

GIVEN under my hand and seal of office this, the

16 day of March, 2016



Cristy Harris Notary Public in and for the State of Texas

My Commission expires: 2-27-2018

If you make a false statement on this application, you could be found guilty of a Class A misdemeanor or a state jail felony under Texas Penal Code Section 37.10.